

ORIGINAL

PIERCE PROPOSED AMENDMENT NO. 1



0000141617

TIME/DATE PREPARED: Tuesday, January 22, 2013

COMPANY: Tucson Electric Power Company

AGENDA ITEM NO. 9

DOCKET NO(S). E-01933A-12-0296

OPEN MEETING DATE: January 23, 2013

**Page 14, Line 28**

INSERT the following

“The Commission believes that customers who either receive incentives and/or participate in net metering, under the REST Rules, should provide an equitable contribution to future REST benefits for other customers. This requirement shall apply to renewable systems installed on and after January 1, 2012.”

**Page 21, Line 25**

INSERT the following

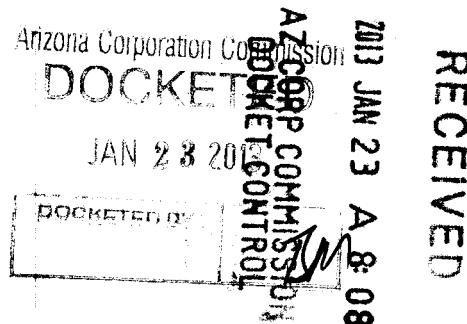
“However, because there have been a steady stream of applications at \$0.20 per watt in 2012 the Commission believes that UFI incentives, residential and commercial, should be at \$0.10 per watt. In addition, there will be no Legacy budget in 2013.”

**Page 22, Line 7**

DELETE paragraph 54

**Page 22, Line 19**

DELETE and REPLACE with the following



	TEP Proposal	Staff Proposal	Modified Staff Proposal
Residential DG UFI	\$0.50 per watt	\$0.20 per watt	\$0.10 per watt
Commercial DG UFI	\$0.50 per watt	\$0.20 per watt	\$0
Residential SHW UFI	\$0.50 per kWh	\$0.40 per kWh	\$0.40 per kWh
Commercial SHW UFI	\$0.50 per kWh	\$0.40 per kWh	\$0
Commercial SHW PBI	\$0.57 per kWh	\$0.47 per kWh	\$0

<b>THIS AMENDMENT:</b>	
_____ Passed _____	Passed as amended by _____
_____ Failed _____	Not Offered _____ Withdrawn _____

Commercial PBI	\$0.072 per kWh small systems \$0.068 per kWh medium systems \$0.064 per kWh large systems	\$0.068 per kWh small systems \$0.064 per kWh medium systems \$0.060 per kWh large systems	\$0
----------------	--	--	-----

**Page 23, Line 9 through Page 24, Line 14**

DELETE Paragraphs 57 through 60

**Page 24, Line 17**

DELETE and REPLACE with the following

<b>Budget Components</b>	<b>2012 Approved Budget</b>	<b>2013 TEP Proposed Budget</b>	<b>2013 Staff Proposed Budget</b>	<b>2013 Modified Staff Proposal Budget</b>
------------------------------	---------------------------------	---	---	--

**Page 24, Line 25**

DELETE and REPLACE with the following

Residential UFI	\$5,000,000	\$2,907,100	\$1,462,840	\$744,486
Residential SHW UFI		\$565,269	\$0	\$0
Legacy Budget	\$3,000,000	\$3,000,000	\$3,000,000	\$0

**Page 25, Line 21**

DELETE and REPLACE with the following

Total Amount for Recovery	\$29,976,305	\$41,148,281	\$39,497,856	\$35,779,502
------------------------------	--------------	--------------	--------------	--------------

**Page 31, Line 14**

REPLACE “\$43,841,350” with “\$40,122,996”

**Page 31, Line 15**

REPLACE “\$39,497,856” with “\$35,779,502”

**Page 31, Line 16**

DELETE the following

“and commercial”

**Page 31, Line 16**

DELETE “\$0.20” and REPLACE with “\$0.10”

**Page 31, Line 18**

DELETE the following

“IT IS FURTHER ORDERED that the commercial PV UFI budget be limited to \$1,000,000 for 2013 under the Legacy budget.”

**Page 31, Line 20**

DELETE the following

“and commercial”

**Page 31, Line 22**

DELETE the following

“IT IS FURTHER ORDERED that the upper limit for the non-residential PBI be set at \$0.068 per kWh for 70-200 kW systems, \$0.064 per kWh for 201-400kW systems, and \$0.060 per kWh for systems greater than 400kW, with a bi-monthly cap of \$120,000 for a total annual cap of \$720,000 under the Legacy budget.”

**Page 31, Line 26**

DELETE the following

“IT IS FURTHER ORDERED that the commercial thermal PBI incentive be set at \$0.047 per kWh.”

**Page 32, Line 1**

DELETE “and commercial”

**Page 32, Line 11**

DELETE the following

“IT IS FURTHER ORDERED the Legacy Budget as proposed by Staff is approved.”

**Page 32, line 21**

REPLACE with the following

“IT IS FURTHER ORDERED that customers who have a renewable installation that is interconnected with Tucson Electric Power Company’s system, shall pay the average of the REST surcharge paid by members of their customer class. This requirement shall apply to renewable systems installed on and after January 1, 2012.”

**PLEASE MAKE ALL CONFORMING CHANGES.**